



SPRINTEX LIMITED

ABN 38 106 337 599

**ASX APPENDIX 4D AND INTERIM FINANCIAL
REPORT**

For the period 31 December 2025

Results for announcement to the market

Reporting Periods

- Current period: Six-month period ended 31 December 2025
- Previous corresponding period: Six-month period ended 31 December 2024

	Percentage Change		31 December 2025 \$	31 December 2024 \$
Revenue and net profit				
▪ Revenue from ordinary activities	162%	to	2,706,629	1,033,706
▪ (Loss)/profit from ordinary activities	52%	to	(1,726,740)	(3,594,738)
▪ (Loss)/profit after tax attributable to members	52%	to	(1,726,740)	(3,594,738)

Dividends

No dividends have been paid or declared since the start of the financial half-year by the Company. The directors do not propose to pay either a final or an interim dividend. The Company does not have a dividend reinvestment plan.

	Percentage Change		31 December 2025 (cents)	31 December 2024 (cents)
Net Tangible Assets (NTA) per Share				
NTA backing per ordinary share*	40%	to	(0.49)	(0.81)

* Right of use assets and lease liabilities are included in the calculation.

Operating results

Commentary of the half year financial results for the six months ended 31 December 2025 is contained on page 5 of the Interim Report included with this announcement. The half-year report should be read in conjunction with the most recent annual report.

Gain or Loss of Control over other Entities

The Company did not gain or lose control over any other entities during the half-year ended 31 December 2025.

Details of associates

The Company did not have any associates or participate in any joint ventures during the half-year ended 31 December 2025.

Foreign entities

Details of origin of accounting standards used in compiling the report:

International Financial Reporting Standards (IFRS)

Independent Review Report

Refer to the attached half-year financial report for the half-year ended 31 December 2025, which contains an emphasis of matter relating to a material uncertainty relating to going concern.

Compliance Statement

This report is based on the attached half-year financial report which has been reviewed by our auditors.



SPRINTEX LIMITED

ABN 38 106 337 599

**INTERIM CONSOLIDATED FINANCIAL
REPORT**

31 December 2025

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SPRINTEX LIMITED

AND CONTROLLED ENTITIES
ACN 106 337 599

INTERIM REPORT

31 December 2025

Corporate directory

Directors	Steven Apedaile (Executive Chairman) Jude Upton (Managing Director and CEO) Li Chen (Non-executive Director)
Company secretary	John Bell (Company secretary and CFO)
Registered office	283 Rokeby Road Subiaco Perth WA 6008 Tel: +61 8 9262 7277
Principal place of business	283 Rokeby Road Subiaco Perth WA 6008 Tel: +61 8 9262 7277
Auditor	PKF Perth 8/905 Hay St Perth WA 6000
Share registry	Automic Registry Services Level 5, 126 Phillip Street Sydney NSW 2000 Tel: +61 2 9698 5414
Solicitors	Steinepreis Paganin Level 14/QV1 250 St Georges Terrace Perth WA 6000 Tel: +61 8 9321 4000
Bankers	National Australia Bank 100 St Georges Terrace Perth WA 6000 Tel: +61 8 9476 7676
ASX code	SIX
Website	www.sprintex.com.au

Directors' report

The directors present their report on the Consolidated entity, consisting of Sprintex Ltd (**Sprintex** or the **Company**) and its controlled entities (collectively **the Group**), for the half-year ended 31 December 2025. The half-year report should be read in conjunction with the most recent annual report.

Sprintex is listed on the Australian Securities Exchange (**ASX**).

1. Directors

The names of Directors in office at any time during or since the end of the period are:

- Steven Apedaile Executive Chairman
- Jude Upton Managing Director and CEO
- Li Chen Non-Executive Director

Directors have been in office since the start of the period to the date of this report unless otherwise stated.

2. Company Secretary

The following person held the position of Company Secretary at the end of the financial period:

- John Bell Company Secretary and CFO

3. Principal activities

The principal activity of the Group for the half-year ended 31 December 2025 was the manufacture and distribution of clean air compressors, with a particular focus on industrial air and hydrogen fuel cell applications.

4. Operating and financial review

4.1. Operations Review

During the half-year ended 31 December 2025, Sprintex progressed from technology validation into a multi-year commercial deployment, underpinned by successful commissioning milestones, execution of a landmark European purchase order, and continued momentum across priority international markets. The Company has also taken steps to strengthen its balance sheet and maintain capital discipline to support its next phase of growth.

European Operations – Mest Water Collaboration

Completion of final commissioning and validation activities under the Company's long-term engineering collaboration partnership with Mest Water, confirming readiness for serial production and commercial rollout:

- Execution of a €15.6m (~A\$27.4m) purchase order for the supply of 500 high-speed MVR compressor systems and 500 integrated PLC control systems, representing Sprintex's largest commercial agreement to date.
- Establishment of a staged delivery program over approximately 17 months commencing March 2026 and extending into July 2027, providing improved revenue visibility across FY26 and FY27.
- Transition of Sprintex's role from component supplier to integrated system technology partner, with its compressor and control architecture embedded as the core operating platform of the ZLD-UP® system.
- Strengthening of market conditions following approval of the European RENURE framework, materially improving the economic proposition for manure processing and zero-liquid-discharge solutions and supporting expectations of follow-on demand beyond initial volumes.

India – Distribution and Market Expansion

Sprintex continued to expand its global distribution footprint with ongoing momentum in India where the Company has a broad pipeline of incremental revenue drivers:

- Continued progress under the exclusive distribution partnership with Euroteck Environmental Pvt Ltd, supporting Sprintex's expansion within India's municipal, industrial and pharmaceutical wastewater markets.
- Securing of additional purchase orders during the period following successful reference installations and system commissioning activities, including commissioning of multiple GR90 Jet Blowers at the Delhi Jal Board's Kondli wastewater treatment facility - a key reference site for future municipal tenders
- Launch of the larger-capacity GR Series Jet Blowers, expanding Sprintex's addressable market and enabling participation in higher-value municipal and industrial projects

Directors' report

- Growth in Euroteck's weighted project pipeline, reinforcing confidence in medium-term order flow and distributor-led market penetration

China – Private Label Agreement

Strategic agreement in China marks continued strength of Sprintex's footprint in major Asian markets:

- Execution of a three-year private-label supply agreement with Guangdong Baode Technology Co., Ltd (BD Compressor), valued at approximately RMB44.08m (~A\$9.4m), covering the supply of Sprintex G-Series Jet Blowers for China's pond-based aquaculture sector.
- Agreement includes minimum annual order commitments across the term, providing multi-year revenue visibility and supporting production planning.
- Establishment of Sprintex's first global private-label arrangement, creating a scalable pathway into China's aquaculture market, the largest in the world by both value and volume.
- Commencement of initial production activities during the period, with early orders and deposits received in line with contractual commitments.

Manufacturing and Operational Capability

Key strategic expansion in Malaysia follows extensive engagement period with domestic regulators:

- Award of a new manufacturing license to the Company's wholly owned Malaysian subsidiary, enabling in-country production of the G-Series high-speed electric blower range.
- Advancement of the Malaysian facility as a regional manufacturing hub, improving lead times, tariff efficiency and cost competitiveness across Asia-Pacific and other export markets.
- Continued investment in engineering, application support and PLC capability to support increasing system integration requirements and anticipated production scale-up.

Financial and Strategic Positioning

Sprintex is positioned to pursue additional scale across diversified international markets in an increasingly favourable regulatory environment:

- Operational highlights during the period were supported by a strategic \$1.5m capital raise during the September quarter, with additional funding secured post period-end.
- Sprintex remains focused on completing validation milestones, securing contracted revenue streams and positioning the Group for disciplined production ramp-up.
- Activities undertaken during the half-year laid the foundation for improved revenue visibility, geographic diversification and transition toward commercialisation.

Post Reporting Period

Subsequent to the end of the reporting period, Sprintex strengthened its balance sheet through a \$3.625 million capital raising comprising the early exercise of options and a placement to strategic investors. Placement proceeds were used to settle legacy loan facilities (including through offsets against shareholder participation) and to partially repay convertible debt, simplifying the Company's capital structure and enhancing financial flexibility.

Post period-end, the Group also completed successful validation testing on initial production runs at its Malaysian facility, confirming readiness for expanded manufacturing of high-speed electric blower products. These developments position Sprintex to support the ramp-up of deliveries under the Mest Water contract while continuing to pursue additional commercial opportunities across Europe, India and other priority markets.

Progress in Europe with the Mest program has been hampered by one of the coldest winters in Netherlands with more snow days than the last 20 years, resulting in transport delays and delays in building of specialised facilities (barns) at the host farms to house the ZLD-Up systems. As a result of these delays Mest was unable to complete on site manure commissioning or to pay the deposit due on 26 January 2026 of €330k (~A\$550k) and has advised that the deposit of €495k (~A\$808k) due on 26 February will not be paid by the due date.

Directors' report

The last 16 evaluation systems and 13 PLC systems were shipped as scheduled in late December and have now arrived in the Netherlands. Payments of €60k (~A\$100k) were received in January for goods shipped. A further €59,094 (~A\$98k) remains outstanding however is expected to be received by the end of February. The remaining balance of €100k is expected shortly thereafter.

Sprintex Engineers will be back on site in Holland in the coming week, as the weather improves, allowing system commissioning at key sites, enabling both customer validation and physical demonstrations for new customers and financing banks.

It is expected that the schedule will achieve some catch-up in the spring (March and April).

Conclusion

The half-year to 31 December 2025 represents a defining period in Sprintex's evolution from technology development to contracted, multi-year commercial execution. With a landmark European purchase order in place, supportive regulatory conditions, growing momentum in India and a strengthened balance sheet, the Company enters the next phase of its growth strategy with improved revenue visibility and a clear pathway toward sustained earnings growth.

The Directors remain confident that the foundations established during the period position Sprintex to deliver long-term shareholder value as it scales production, executes contracted deliveries and advances additional commercial pathways across global environmental, agricultural and industrial markets.

4.2. Financial review

The loss of the Group for the half-year ended 31 December 2025 amounted to \$1,726,740 (31 December 2024: \$3,594,738).

The Group had \$179,596 cash at bank as at 31 December 2025 (30 June 2025: \$390,051).

During the half-year ended 31 December 2025, the Group entered into the following funding arrangements to support its ongoing operations and liquidity:

- An unsecured loan totaling \$375,000 from China Automotive Holdings Limited, with an interest rate of 6% paid upfront, and a maturity date of 30 June 2026. A 3% establishment fee of \$11,250 was settled through the issue of 300,000 shares. Subsequent to half-year end, the loan was settled.
- An unsecured loan totaling \$375,000 from Euromark Limited, with an interest rate of 6% paid upfront, and a maturity date of 30 June 2026. Subsequent to half-year end, the loan was settled. A 3% establishment fee of \$11,250 was settled through the issue of 300,000 shares. Subsequent to half-year end, the loan was settled.
- Refinanced a loan totaling \$320,670 (1.5 million RMB) from Jiangsu Kunshan Rural Commercial Bank Co., Ltd, with an interest rate of 3% per annum and a maturity date of 19 June 2026.
- Extended the maturity date on the \$700,000 unsecured loan from Distacom Enterprise Limited from 31 December 2025 to 31 March 2026. Subsequent to half-year end, the loan was settled.

On 13 October 2025, the Company completed a \$1,500,000 placement through the issue of 30,000,000 shares at \$0.05 per share, together with 7,500,000 free attaching options on a 1-for-4 basis (exercisable at \$0.10 and expiring 30 June 2026) and 5,000,000 broker options on the same terms. Alpine Capital acted as sole lead manager to the placement and received a 2% management fee, a 4% selling fee on the funds raised (excluding amounts from participants introduced by the Company) and 5,000,000 broker options in consideration for its services.

Directors' report**5. Significant changes in the state of affairs**

As announced to the market on 29 December 2025, the Company entered into a binding purchase order with MW Techniek Systems B.V. (Mest Water) for 500 high-speed MVR compressor systems and 500 integrated PLC control systems. The total value of the purchase order at time of signing was €15.6m (~A\$27.4m), with expected delivery cadence occurring monthly between March 2026 and July 2027.

6. Dividends

No dividends have been paid or declared since the start of the half-year period and the Directors do not recommend the payment of a dividend in respect to the half-year period.

7. Significant events after balance date

On 14 January 2026, the Company completed a \$3,625,000 placement through the issue of 26,666,667 shares at \$0.075 per share, and the exercise of 16,250,000 options at \$0.10 per option (the "offer"). Alpine Capital acted as sole lead manager to the placement and received a 2% management fee, a 4% selling fee on the funds raised (excluding amounts from participants introduced by the Company) and 2,000,000 Lead Manager Options, expiring on 14 January 2027, with an exercise price of \$0.12, in consideration for its services.

Proceeds from the offer were applied to repay existing loan facilities, for general working capital purposes and production scale up linked to the Mest Water rollout.

The company settled in full:

- A\$375,000 loan facility with China Automotive Holdings Limited;
- A\$375,000 loan facility with Euro Mark Limited; and
- Two loan facilities with Distacom Enterprise Limited totalling A\$741,368 (comprising A\$700,000 of principal and A\$41,368 of accrued interest).

The loans with China Automotive Holdings Limited and Euro Mark Limited were settled through the participation of the relevant shareholder in the placement, with the subscription amounts applied to offset the outstanding loan balances.

The Distacom loan facilities and accrued interest were repaid in full from placement funds.

The Company also made a partial repayment of the convertible note due 30 June 2026 held by China Automotive Holdings Limited, comprising A\$295,909 of principal and A\$142,841 of accrued interest. This was satisfied through the shareholder's participation in the placement, with the subscription amount applied to offset the liability. The remaining balance of the convertible note is A\$1,854,091.

On 29 January 2026, the Company entered into an agreement for the sale of four machines for a total consideration of MYR500k (~A\$182k). A deposit of 50% has been received, with the remaining balance payable upon receipt of local regulatory approval, which is expected to be obtained within approximately three months of sale.

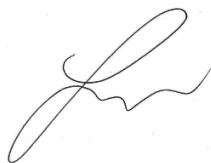
There are no other significant events subsequent to reporting date that are not covered in this Director's Report or within the financial statements at Note 18 Events subsequent to reporting period.

8. Environmental Regulations

The consolidated entity's operations are not subject to significant environmental regulations in the jurisdictions it operates in, namely Australia.

9. Auditor's independence declaration

The lead auditor's independence declaration under section 307C of the Corporations Act 2001 (Cth) for the half-year ended 31 December 2025 has been received and can be found on page 9 of the interim financial report.

**JUDE UPTON**

Managing Director and CEO

Dated this Wednesday, 25 February 2026



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AUDITOR'S INDEPENDENCE DECLARATION

TO THE DIRECTORS OF SPRINTEX LIMITED

In relation to our review of the financial report of Sprintex Limited for the half year ended 31 December 2025, to the best of my knowledge and belief, there have been no contraventions of the auditor independence requirements of the Corporations Act 2001 or any applicable code of professional conduct.

A handwritten signature in black ink that reads 'PKF Perth'.

PKF PERTH

A handwritten signature in black ink that reads 'Simon Fermanis'.

SIMON FERMANIS
PARTNER

25 February 2026
PERTH,
WESTERN AUSTRALIA

Consolidated statement of profit or loss and other comprehensive income

for the half-year ended 31 December 2025

	Note	Dec 2025 \$	Dec 2024 \$
Sales of goods and services	4	2,706,629	1,033,706
Revenue		2,706,629	1,033,706
Cost of goods sold		(1,106,494)	(640,505)
Gross profit		1,600,135	393,201
Other income		266,226	90,537
Distribution and marketing expenses		(251,821)	(271,851)
Employee benefits expenses		(904,793)	(629,437)
Research and development expenses		(610,750)	(953,028)
Reversal of impairment/(impairment of assets)	7	64,395	(45,448)
Depreciation and amortisation expenses		(303,366)	(275,368)
Administration expenses		(911,049)	(1,155,996)
Share-based payment expenses	15	(448,628)	(523,769)
Operating loss		(1,499,651)	(3,371,159)
Finance costs		(227,089)	(223,579)
Loss before income tax expense		(1,726,740)	(3,594,738)
Income tax expense		-	-
Net loss after tax for the half-year		(1,726,740)	(3,594,738)
Other comprehensive loss net of tax			
Items that may be reclassified subsequently to profit or loss			
Translation of foreign operations		52,773	(2,786)
Total other comprehensive loss, net of tax		52,773	(2,786)
Total comprehensive loss for the half-year		(1,673,967)	(3,597,524)
Loss per share attributable to the ordinary equity holders of the Company			
Basic and diluted loss per share (cents/share)	5	(0.27)	(0.66)

The consolidated statement of profit or loss and other comprehensive income is to be read in conjunction with the accompanying notes.

Consolidated statement of financial position

as at 31 December 2025

	Note	Dec 2025 \$	Jun 2025 \$
<i>Current assets</i>			
Cash and cash equivalents		179,596	390,051
Pledged bank deposits		30,000	30,000
Trade and other receivables	6	855,264	485,770
Inventories	7	654,792	729,041
Other current assets	8	457,577	380,898
Total current assets		2,177,229	2,015,760
<i>Non-current assets</i>			
Property, plant and equipment	9	876,951	1,005,424
Right-of-use assets	10	821,019	870,640
Total non-current assets		1,697,970	1,876,064
Total assets		3,875,199	3,891,824
<i>Current liabilities</i>			
Trade and other payables	11	1,784,433	2,757,321
Borrowings	12	4,390,173	3,673,136
Provisions		106,440	43,139
Lease liabilities	10	357,903	266,041
Total current liabilities		6,638,949	6,739,637
<i>Non-current liabilities</i>			
Lease liabilities	10	497,953	632,449
Total non-current liabilities		497,953	632,449
Total liabilities		7,136,902	7,372,086
Net liabilities		(3,261,703)	(3,480,262)
<i>Equity</i>			
Contributed equity	13	79,948,620	78,527,723
Reserves	14	2,327,541	1,803,139
Accumulated losses		(85,537,864)	(83,811,124)
Total Equity		(3,261,703)	(3,480,262)

The consolidated statement of financial position is to be read in conjunction with the accompanying notes.

Consolidated statement of changes in equity

For the half-year ended 31 December 2025

	Note					
		Contributed Equity	Share-based Payment reserve	Foreign Translation Reserve	Accumulated Losses	Total
		\$	\$	\$	\$	\$
Balance at 1 July 2025		78,527,723	133,446	1,669,693	(83,811,124)	(3,480,262)
Loss for the year		-	-	-	(1,726,740)	(1,726,740)
Movement in the foreign translation reserve		-	-	52,773	-	52,773
Total comprehensive loss for the year		-	-	52,773	(1,726,740)	(1,673,967)
Transactions with owners in their capacity as owners						
Issue of shares	13	1,522,500	-	-	-	1,522,500
Share issue expenses	13	(78,603)	-	-	-	(78,603)
Options issued	13	(23,000)	23,000	-	-	-
Performance rights issued	13	-	369,886	-	-	369,886
Performance rights lapsed/cancelled	13	-	78,743	-	-	78,743
Balance at 31 December 2025		79,948,620	605,075	1,722,466	(85,537,864)	(3,261,703)

	Note					
		Contributed Equity	Share-based Payment reserve	Foreign Translation Reserve	Accumulated Losses	Total
		\$	\$	\$	\$	\$
Balance at 1 July 2024		73,972,383	201,549	1,732,973	(77,796,419)	(1,889,514)
Loss for the year		-	-	-	(3,594,738)	(3,594,738)
Movement in the foreign translation reserve		-	-	(2,786)	-	(2,786)
Total comprehensive loss for the year		-	-	(2,786)	(3,594,738)	(3,597,524)
Transactions with owners in their capacity as owners						
Convertible loan notes converted	13	266,250	-	-	-	266,250
Share issue expenses	13	(7,983)	-	-	-	(7,983)
Options lapsed	13	-	(122,497)	-	122,497	-
Exercise of options	13	297,500	-	-	-	297,500
Performance rights issued	13	-	523,769	-	-	523,769
Balance at 31 December 2024		74,528,150	602,821	1,730,187	(81,268,660)	(4,407,502)

The consolidated statement of changes in equity is to be read in conjunction with the accompanying notes.

Consolidated statement of cash flows

For the half-year ended 31 December 2025

	Note	Dec 2025 \$	Dec 2024 \$
<i>Cash flows from operating activities</i>			
Receipts from customers		1,743,866	1,144,430
Payments to suppliers and employees		(4,024,479)	(3,104,246)
Interest and finance lease charges paid		(26,035)	(210,847)
Interest received		4,337	2,590
Other income		29,381	90,489
Research and development incentive grant received		191,223	-
Net cash used in operating activities		(2,081,707)	(2,077,584)
<i>Cash flows from investing activities</i>			
Payment of property, plant and equipment	9	(31,907)	(295,071)
Net cash provided (used in)/by investing activities		(31,907)	(295,071)
<i>Cash flows from financing activities</i>			
Proceeds from loans and borrowings		750,000	1,019,303
Payment of loans and borrowings		(53,511)	(362,076)
Proceeds from the issue of shares		1,500,000	297,500
Share issue costs		(92,872)	(7,983)
Repayment of lease liabilities		(201,444)	(127,824)
Net cash provided by financing activities		1,902,173	818,920
Net increase / (decrease) in cash and cash equivalents		(211,441)	(1,553,735)
Cash and cash equivalents at the beginning of the half-year		390,051	1,908,240
Foreign exchange translation		986	-
Cash and cash equivalents at the end of the half-year		179,596	354,505

The consolidated statement of cash flows is to be read in conjunction with the accompanying notes.

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 1 Basis of Preparation

These are the consolidated financial statements and notes of Sprintex Ltd (**Sprintex or the Company**) and its controlled entities (collectively **the Group**). Sprintex is a company limited by shares, domiciled and incorporated in Australia. The financial statements were authorised for issue on 25 February 2026 by the directors of the Company.

a. Basis of preparation

These general purpose financial statements do not include all the notes of the type normally included in annual financial statements. Accordingly, these financial statements are to be read in conjunction with the annual report for the year ended 30 June 2025 and any public announcements made by the company during the interim reporting period in accordance with the continuous disclosure requirements of the Corporations Act 2001.

All amounts are presented in Australian Dollars, unless otherwise noted. For the purposes of preparing the report, the half year has been treated as a discrete reporting period.

Statement of compliance

The half-year financial report is a general-purpose financial report prepared in accordance with the Corporations Act 2001 and AASB 134 Interim Financial Reporting. Compliance with AASB 134 ensures compliance with International Financial Reporting Standard IAS 34 'Interim Financial Reporting'. The half-year financial report does not include notes of the type normally included in an annual financial report and should be read in conjunction with the most recent annual financial report.

The financial statements have been prepared on an accruals basis and are based on historical costs modified, where applicable, by the measurement at fair value of selected non-current assets, financial assets and financial liabilities.

Accounting Policies

The same accounting policies and methods of computation have been followed in this interim financial report as were applied in the most recent annual financial statements.

b. Going Concern assessment

The Group has a net asset deficiency of \$3,261,703 (30 June 2025: net asset deficiency of \$3,480,262) and net current asset deficiency of \$4,461,720 as at 31 December 2025 (30 June 2025: net current asset deficiency \$4,723,877) and incurred a loss of \$1,726,740 (31 December 2024: loss of \$3,594,738) and net operating cash outflows of \$2,081,707 for the half-year ended 31 December 2025 (31 December 2024: outflow of \$2,077,584).

Payments for borrowings over the next 12 months from the date of this report include:

- Convertible notes of A\$2,150,000 maturing on 30 June 2026. Subsequent to half-year end, a partial repayment was made reducing the principal to A\$1,854,091.
- A\$320,670 (RMB1.5M) loan from Jiangsu Kunshan Rural Commercial Bank Co., Ltd with an interest rate of 3% per annum and a maturity date of 19 June 2026.
- A\$1,450,000 in loan facilities settled subsequent to half-year end (A\$700,000 from Distacom Enterprises Limited, \$375,000 with China Automotive Holdings Limited, and \$375,000 with Euromark Limited)

Other events that have occurred that further impact the Group's ability to continue as a going concern include:

- As announced to the market on 29 December 2025, the Company entered into a binding purchase order with MW Techniek Systems B.V. (Mest Water) for 500 high-speed MVR compressor systems and 500 integrated PLC control systems. The total value of the purchase order at time of signing was €15.6m (~A\$27.4m), with expected delivery cadence occurring monthly between March 2026 and July 2027.
- On 14 January 2026, the Company completed a \$3,625,000 placement through the issue of 26,666,667 shares at \$0.075 per share, and the exercise of 16,250,000 options at \$0.10 per option (the "offer"). Alpine Capital acted as sole lead manager to the placement and received a 2% management fee, a 4% selling fee on the funds raised (excluding amounts from participants introduced by the Company) and 2,000,000 Lead Manager Options, expiring on 14 January 2027, with an exercise price of \$0.12, in consideration for its services.

The Group's ability to continue as a going concern and meet its debts and future commitments as and when they fall due is dependent on a number of factors, including:

- delivery of existing and new products through the Group's distribution network to generate sales revenues and positive cash flows;
- the Group has secured new distribution contracts and has a robust sales pipeline, which is expected to generate significant future cash flows;
- the ability of the Group to extend existing borrowing due dates;

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

b. Going Concern assessment

- the ability of the Group to raise additional funding
- the ability of the Group to exercise 20,250,000 options at a price of \$0.10 before 30 June 2026 to raise a total of \$2,025,000; and
- the success of the manufacturing facilities in Malaysia and China.

The financial report has been prepared on a going concern basis, which contemplates the continuity of normal business and economic activities and the realisation of assets and discharge of liabilities in the normal course of business. In arriving at this position, in the opinion of the directors the Group will, based on varying cash flow forecasts, have access to sufficient funds to meet administrative and other committed expenditure for a period of not less than 12 months from the date of this report.

Consequently, the Directors believe that the above factors represent a material uncertainty as to whether the Group will be able to continue as a going concern and pay its debts as and when they fall due and realise its assets and extinguish its liabilities in the normal course of business and at the amounts stated in the financial statements. No adjustments have been made relating to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the Group not continue as a going concern.

Note 2 New or amended Accounting Standards and Interpretations adopted

The Group has adopted all of the new or amended Accounting Standards and Interpretations issued by the Australian Accounting Standards Board ('AASB') that are mandatory for the current reporting period.

Any new or amended Accounting Standards or Interpretations that are not yet mandatory have not been early adopted.

Note 3 Operating segments

Operating segments are presented using the 'management approach', where the information presented is on the same basis as the internal reports provided to the Chief Operating Decision Makers ('CODM'). The CODM is responsible for the allocation of resources to operating segments and assessing their performance.

The Group identifies its operating segments based on the internal reports that are reviewed and used by the executive management team (chief operating decision makers) in assessing performance and in determining the allocation of resources. Operating segments are identified by management based on the similarity of the products produced and sold.

The principal products of each of these operating segments are as follows:

- E-Compressors – Manufacture and sale of E-Compressors globally
- Superchargers – Manufacture and sale of superchargers globally

Note 4 Revenue**Disaggregation of revenue from contracts with customers**

The Group has disaggregated revenue into two segments which is intended to depict how the nature, amount, timing and uncertainty of revenue and cashflows are affected by economic data.

All of the revenue for the Group is derived at a point in time.

	Dec 2025 \$	Dec 2024 \$
Revenue from contracts with customers		
Sale of goods – E-compressors	2,547,377	673,074
Sale of goods - Superchargers	159,252	360,632
	2,706,629	1,033,706

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 5 Loss per share

	Dec 2025 \$	Dec 2024 \$
Basic and diluted loss per share (cents per share)	(0.27)	(0.66)
The earnings and weighted average number of ordinary shares used in the calculation of basic earnings per share is as follows:		
Loss for the year	(1,726,740)	(3,594,738)
Weighted average number of shares outstanding during the year used in the calculations of basic earnings per share:	642,072,132	545,141,734

For the purpose of calculating the basic and diluted loss per share the denominator has excluded 36,500,000 options and 121,760,000 performance rights (31 December 2024: 45,445,696 options and 80,554,500 performance rights) as the effect would be anti-dilutive due to the loss for the year.

Note 6 Trade and other receivables

	Dec 2025 \$	Jun 2025 \$
Current		
Trade receivables	439,054	114,968
Other receivables	416,210	370,802
	855,264	485,770

Note 7 Inventories

	Dec 2025 \$	Jun 2025 \$
Finished goods – at cost	2,551,729	2,676,967
Provision for impairment	(1,896,937)	(1,947,926)
Total inventories at lower of cost and net realisable value	654,792	729,041

Inventory in all locations other than China was fully impaired as this represents inventory in respect of automotive supercharger parts where the market is in decline and would require significant time or expense to achieve a realisable value. During the half-year ended 31 December 2025, the Company recognised an impairment reversal of \$64,395 in profit or loss (30 June 2025: impairment reversal of \$132,162).

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 8 Other current assets

	Dec 2025 \$	Jun 2025 \$
Deposits	249,666	303,195
Prepayments	206,966	73,923
Borrowing costs	945	3,780
	457,577	380,898

Note 9 Property, plant & equipment

	Dec 2025 \$	Jun 2025 \$
Manufacturing plant and equipment at cost	4,657,872	4,455,677
Less: accumulated depreciation	(3,904,868)	(3,711,453)
	753,004	744,224
Engineering equipment and software at cost	103,584	94,391
Less: accumulated depreciation	(58,937)	(53,243)
	44,647	41,148
Motor vehicles at cost	296,454	300,165
Less: accumulated depreciation	(222,664)	(219,232)
	73,790	80,933
Office furniture and equipment at cost	49,612	180,293
Less: accumulated depreciation	(44,102)	(41,174)
	5,510	139,119
Total plant and equipment	876,951	1,005,424

During the half-year ended 31 December 2025, the Group made acquisitions totalling \$31,907 and disposals amounting to nil. The material acquisitions primarily comprised manufacturing plant and equipment, which increased by \$25,803.

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 10 Right-of-use assets

	Dec 2025 \$	Jun 2025 \$
Right of use assets – at cost	1,129,295	1,112,355
Right of use assets – accumulated depreciation	(308,276)	(241,715)
Carrying value	821,019	870,640
Lease liabilities - current	357,903	266,041
Lease liabilities – non-current	497,953	632,449
Closing balance	855,856	898,490

The Group has property leases in Malaysia, China and United States.

Property rented in Australia is not subject to a formal lease arrangement, and as such is considered a short-term lease.

Note 11 Trade and other payables

	Dec 2025 \$	Jun 2025 \$
Current		
Trade payables	1,078,884	1,036,810
Other payables	34,937	114,080
Credit cards	1,957	810
Superannuation payable	9,138	5,325
Accruals	271,386	203,641
Customer deposits	388,131	1,396,655
Total trade and other payables	1,784,433	2,757,321

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 12 Borrowings

	Note	Dec 2025 \$	Jun 2025 \$
Current – unsecured			
Convertible loan notes	a)	2,089,151	2,028,302
Embedded derivative		521,433	562,718
Premium funding		8,919	62,430
Other loans	b)	1,770,670	1,019,686
		4,390,173	3,673,136

a) A\$2,150,000 convertible notes, issued to China Automotive Holdings Limited, with an annual interest rate of 6% per annum and are convertible on or before 30 June 2026 at a variable conversion rate being the higher of 3 cents or 20% discount to the 15-day VWAP concluding on the day of conversion. On 14 January 2026, A\$295,909 of principal and A\$142,841 of accrued interest was repaid as a result of the placement announced 9 January 2026.

b) Other loans:

- A\$320,670 (RMB1.5M) loan from Jiangsu Kunshan Rural Commercial Bank Co., Ltd with an interest rate of 3% per annum and a maturity date of 19 June 2026, extended from 19 December 2025.
- A\$700,000 unsecured loans from Distacom Enterprises Limited with an interest rate of 6% per annum and a maturity date of 31 March 2026, extended from 31 December 2025. On 14 January 2026, the loan was fully settled as a result of the placement announced 9 January 2026.
- A\$375,000 unsecured loan from China Automotive Holdings Limited with an interest rate of 6% and a maturity date of 30 June 2026. On 14 January 2026, the loan was fully settled as a result of the placement announced 9 January 2026.
- A\$375,000 unsecured loan from Euromark Limited with an interest rate of 6% and a maturity date of 30 June 2026. On 14 January 2026, the loan was fully settled as a result of the placement announced 9 January 2026.

The balances noted above represent the facility limits. There were no unused or undrawn facilities at 31 December 2025 (30 June 2025: nil). As at 31 December 2025, the company did not have any covenants associated with its borrowings.

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 13 Contributed equity	Date	Dec 2025		Jun 2025	
		No.	No.	\$	\$
Fully paid ordinary shares at no par value		659,245,902	628,645,902	79,948,620	78,527,723
a. Ordinary shares					
At the beginning of the period		628,645,902	531,624,791	78,527,723	73,972,383
Shares issued during the year:					
▪ Exercise of Options at \$0.035 per share	5.7.24	-	8,500,000	-	297,500
▪ Debt conversion at \$0.025 per share	10.7.24, 27.12.24	-	10,650,000	-	266,250
▪ Underwriting of 12m \$0.075 options	18.12.24	-	12,871,111	-	965,333
▪ Placement at \$0.050 per share	2.4.25	-	65,000,000	-	3,250,000
▪ Loan establishment fees settled in shares	8.8.25	600,000	-	22,500	-
▪ Placement at \$0.050 per share	13.10.25	30,000,000	-	1,500,000	-
▪ Transaction costs relating to share issues		-	-	(101,603)	(223,743)
At reporting date		659,245,902	628,645,902	79,948,620	78,527,723

Ordinary shares entitle the holder to participate in dividends and the proceeds on the winding up of the Company in proportion to the number of and amounts paid on the shares held. The fully paid shares have no par value. There are no externally imposed capital requirements.

Voting at meetings is conducted via a poll. Every member present at a meeting in person or by proxy shall have one vote.

There is no current on-market share buy-back.

Note 14 Reserves

		Dec 2025	Jun 2025
		\$	\$
Foreign exchange reserve	a)	1,722,466	1,669,692
Share based payment reserve	b)	605,075	133,447
		2,327,541	1,803,139

- a) The foreign exchange reserve records exchange differences arising on translation of foreign controlled subsidiaries.
- b) Share based payments reserve represents the fair value of the actual or estimated number of unexercised share options granted to directors, management and consultants of the Company recognised in accordance with the accounting policy adopted for share-based payments and the amortisation of the value of performance rights at the value of the underlying shares at grant date to the expected date of achievement of the performance hurdle.

	Dec 2025	Jun 2025	Dec 2025	Jun 2025
	No.	No.	\$	\$
Opening balance	104,554,500	116,816,807	133,446	201,550
Expensing of share-based payments granted in previous period	-	-	-	(37,874)
Expensing of share-based payments granted during the period	134,260,000	100,554,500	392,886	99,446
Cancelled during the period	(56,057,000)	(50,000,000)	78,743	-
Expired during the period	(24,497,500)	(62,816,807)	-	(129,675)
At reporting date	158,260,000	104,554,500	605,075	133,447

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 15 Share-based payments

a. Share-based payments:

Recognised as share-based payment expense (rights)

Net share-based payment recognised in Profit or Loss

Expiration of vested share-based payments recognised in retained earnings

Acceleration of share-based payment expenses on cancellation of performance rights

Gross share-based transactions

Note	Dec 2025 \$	Dec 2024 \$
15b	369,886	523,769
	369,886	523,769
	-	(122,497)
	78,742	-
	448,628	401,272

b. Share-based payment arrangements in effect during the period

(i) Share-based payments recognised in profit or loss

(1) Performance Rights

As approved by shareholders on 14 November 2025 the Company issued 121,760,000 performance rights to key management personnel and employees to provide a performance linked incentive component to assist the Company in rewarding performance, and to align their interests with those of Shareholders on the terms as detailed below and as detailed below:

Class of Performance Right	Performance Condition	Performance rights No.	Milestone Date	Expiry Date	Performance Condition Satisfied
E	50% of the Performance Rights will vest based on the Company achieving minimum revenue of \$12 million for FY2026 as follows: (a) 50% will vest if the Company achieves revenue of \$12 million for FY2026 as verified by the Company's auditor; and (b) 100% will vest if the Company achieves revenue of \$24 million for FY2026 as verified by the Company's auditor, with pro-rata linear vesting between these two hurdles.	34,500,000	30 June 2026	31 October 2026	No, expensed over vesting period

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 15 Share-based payments (cont.)**(2) Performance Rights (cont.)**

Class of Performance Right	Performance Condition	Performance rights No.	Milestone Date	Expiry Date	Performance Condition Satisfied
F	50% of the Performance Rights will vest based on the Company achieving minimum revenue of \$25 million for FY2027 as follows: (a) 50% will vest if the Company achieves revenue of \$25 million for FY2027 as verified by the Company's auditor; and (b) 100% will vest if the Company achieves revenue of \$50 million for FY2027 as verified by the Company's auditor, with pro-rata linear vesting between these two hurdles.	72,260,000	30 June 2027	31 October 2027	No, expensed over vesting period
G	Vesting upon the Company achieving a market capitalisation of \$100 million based on the volume weighted average price of Shares over 10 consecutive trading days on which the Shares have been traded on ASX (10-day VWAP), on or before 30 June 2026.	5,000,000	30 June 2026	30 Jun 2026	No, expensed over vesting period
H	Vesting upon the Company achieving a market capitalisation of \$200 million based on the 10-day VWAP, on or before 31 December 2027.	10,000,000	31 December 2027	31 December 2027	No, expensed over vesting period

(ii) Share-based payments recognised in equity**(1) Options**

Number under Option	Grant Date	Date of Expiry	Exercise Price	Vesting Terms
5,000,000 ⁽¹⁾	13-Oct-25	30-Jun-26	\$0.100	Immediately upon issue

¹ Lead Manager Options issued to lead manager in consideration for services regarding capital raising, exercisable at \$0.10 on or before 30 June 2026. These options were valued as \$23,000 on grant date.

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 15 Share-based payments (cont.)**c. Fair value of options granted during the period**

The fair value of the options granted to the leader manager (Lead Manager Options) is deemed to represent the value of the capital raising services received over the vesting period, plus free attaching options for those services.

The weighted average fair value of options granted during the year was \$0.0046 (2025: \$0.1000). These values were calculated using the Black-Scholes option pricing model, applying the following inputs to options issued this year:

Grant date:	14 Nov 2025
Grant date share price:	\$0.0580
Option exercise price:	\$0.1000
Number of options issued:	5,000,000
Expiry date:	30-Jun-26
Remaining life (years):	0.62
Expected share price volatility:	75%
Dividend yield (%)	0%
Risk-free interest rate:	3.69%
Value per option	\$0.0046

Historical volatility has been the basis for determining expected share price volatility as it is assumed that this is indicative of future movements.

The life of the options is based on the historical exercise patterns, which may not eventuate in the future.

d. Fair value of performance rights granted during the period

These values were calculated using the Black-Scholes option pricing model, applying the following inputs to 121,760,000 performance rights issued:

	Class E	Class F	Class G	Class H
Grant date share price:	\$0.0580	\$0.0580	\$0.0580	\$0.0580
Exercise price:	Nil	Nil	Nil	Nil
Number of rights issued:	34,500,000	72,260,000	5,000,000	10,000,000
Issue Date:	14 Nov 25	14 Nov 25	14 Nov 25	14 Nov 25
Expiry Date:	31 Oct 26	31 Oct 27	30 Jun 26	31 Dec 27
Volatility:	75.3%	89.2%	75.3%	92.9%
Risk-free interest rate:	3.69%	3.69%	3.69%	3.69%
Expected Vesting Probability ¹	50%	45%	N/A	N/A
Value	\$1,000,334	\$1,885,684	\$19,988	\$166,987

¹The probability ability of conditions being met represents an estimate by management.

Note 16 Commitments

The Group has no material commitments as at 31 December 2025 (30 June 2025: nil).

Note 17 Contingent liabilities

The Group has no contingent liabilities as at 31 December 2025 (30 June 2025: nil)

Notes to the consolidated financial statements

for the half-year ended 31 December 2025

Note 18 Events subsequent to reporting period

On 14 January 2026, the Company completed a \$3,625,000 placement through the issue of 26,666,667 shares at \$0.075 per share, and the exercise of 16,250,000 options at \$0.10 per option (the "offer"). Alpine Capital acted as sole lead manager to the placement and received a 2% management fee, a 4% selling fee on the funds raised (excluding amounts from participants introduced by the Company) and 2,000,000 Lead Manager Options, expiring on 14 January 2027, with an exercise price of \$0.12, in consideration for its services.

Proceeds from the offer were applied to repay existing loan facilities, for general working capital purposes and production scale up linked to the Mest Water rollout.

The company settled in full:

- A\$375,000 loan facility with China Automotive Holdings Limited;
- A\$375,000 loan facility with Euro Mark Limited; and
- Two loan facilities with Distacom Enterprises Limited totalling A\$741,368 (comprising A\$700,000 of principal and A\$41,368 of accrued interest).

The loans with China Automotive Holdings Limited and Euro Mark Limited were settled through the participation of the relevant shareholder in the placement, with the subscription amounts applied to offset the outstanding loan balances.

The Distacom loan facilities and accrued interest were repaid in full from placement funds.

The Company also made a partial repayment of the convertible note due 30 June 2026 held by China Automotive Holdings Limited, comprising A\$295,909 of principal and A\$142,841 of accrued interest. This was satisfied through the shareholder's participation in the placement, with the subscription amount applied to offset the liability. The remaining balance of the convertible note is A\$1,854,091.

On 29 January 2026, the Company entered into an agreement for the sale of four machines for a total consideration of MYR500k (~A\$182k). A deposit of 50% has been received, with the remaining balance payable upon receipt of local regulatory approval, which is expected to be obtained within approximately three months of sale.

Directors' declaration

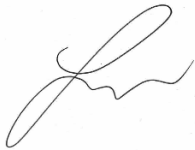
In accordance with a resolution of the directors of Sprintex Limited, we stated that:

The directors declare that:

1. The consolidated financial statements and notes of the consolidated entity in accordance with the Corporation Act 2001, including:
 - (a) compliance with Accounting Standard AASB 134 *Interim Financial Report* and the *Corporation Regulations 2001*; and
 - (b) giving a true and fair view of the consolidated entities financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
2. There are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Signed in accordance with a resolution of directors made pursuant to section 295(5)(a) of the *Corporations Act 2001*.

On behalf of the directors



JUDE UPTON

Managing Director and CEO

Dated this Wednesday, 25 February 2026

INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF SPRINTEX LIMITED

Report on the Half-Year Financial Report

Conclusion

We have reviewed the half-year financial report of Sprintex Limited (the company) and controlled entities (consolidated entity) which comprises the consolidated statement of financial position as at 31 December 2025, the consolidated statement of profit or loss and other comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the half-year ended on that date, and notes to the financial statements, including material accounting policy information and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at 31 December 2025, or during the half year.

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the accompanying half-year financial report of Sprintex Limited is not in accordance with the Corporations Act 2001 including:

- (a) giving a true and fair view of the consolidated entity's financial position as at 31 December 2025 and of its performance for the half-year ended on that date; and
- (b) complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporations Regulations 2001.

Basis for Conclusion

We conducted our review in accordance with ASRE 2410 Review of a Financial Report Performed by the Independent Auditor of the Entity. Our responsibilities are further described in the Auditor's Responsibilities for the Review of the Financial Report section of our report.

Independence

We are independent of the company in accordance with the auditor independence requirements of the Corporations Act 2001 and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 Code of Ethics for Professional Accountants (including Independence Standards) (the Code) that are relevant to our audit of the annual financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

Material Uncertainty Related to Going Concern

Without modifying our opinion, we draw attention to Note 1 in the financial report, which indicates that the consolidated entity incurred a net loss after tax of \$1,726,740 and had net cash outflows from operating activities of \$2,081,707 for the half-year ended 31 December 2025. In addition, the consolidated entity recorded a net current liability position of \$3,261,703 as at 31 December 2025. These conditions, along with other matters set out in Note 1, indicate the existence of a material uncertainty that may cast significant doubt on the consolidated entity's ability to continue as a going concern and therefore, the consolidated entity may be unable to realise its assets and discharge its liabilities in the normal course of business.



The financial report of the consolidated entity does not include any adjustments in relation to the recoverability and classification of recorded asset amounts or to the amounts and classification of liabilities that might be necessary should the consolidated entity not continue as a going concern.

Directors' Responsibility for the Half-Year Financial Report

The directors of the company are responsible for the preparation of the half-year financial report that gives a true and fair view in accordance with the Australian Accounting Standards and the Corporations Act 2001 and for such internal controls as the directors determine is necessary to enable the preparation of the half-year financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Review of the Financial Report

Our responsibility is to express a conclusion on the half-year financial report based on our review. ASRE 2410 requires us to conclude whether we have become aware of any matter that makes us believe that the half-year financial report is not in accordance with the Corporations Act 2001 including: giving a true and fair view of the consolidated entity's financial position as at 31 December 2025 and its performance for the half year ended on that date; and complying with Accounting Standard AASB 134 Interim Financial Reporting and the Corporation Regulations 2001.

A review of a half-year financial report consists of making enquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with Australian Auditing Standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

A handwritten signature in black ink that reads 'Simon Fermanis'.

PKF PERTH

A handwritten signature in black ink that reads 'Simon Fermanis'.

SIMON FERMANIS

PARTNER

25 FEBRUARY 2026

PERTH,

WESTERN AUSTRALIA